

September 2, 2021

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Fax: 022 – 2272 3121

To,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1, G Block,
Bandra Kurla Complex, Bandra (East),
Mumbai- 400 051
Fax : 022- 2659 8237/ 38

BSE Scrip Code: **539141**

NSE Symbol: **UFO**

Dear Sirs/ Ma'am,

Sub: Credit Rating for Rs. 182.31 crore bank limits of UFO Moviez India Limited's ("UMIL / the Company") - Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

This is to inform you that ICRA vide its letter dated September 2, 2021 has communicated that its Rating Committee has downgraded the ratings for the captioned line of credit (LOC), as per the details given below:

Type of Rating	Existing Rating	Revised Rating
Long-term rating	[ICRA]A+ (pronounced ICRA A plus) Outlook Negative	[ICRA]A (pronounced ICRA A) Outlook Negative
Short-term rating	[ICRA]A1 (pronounced ICRA A one)	[ICRA]A2+ (pronounced ICRA A two plus)

As per ICRA, the one notch downgrade of the rating and the continuation of the negative outlook factors in the impact of the disruptions caused by the Covid-19 pandemic, with theatre operations remaining suspended/muted for an extended period, leading to a delayed recovery in UMIL's operations and cash losses. While some recovery was noted in Q4FY2021, mainly in the Southern markets, the resurgence of COVID-19 cases towards the end of March 2021 led to various State Governments re-instating restrictive measures, including temporary closure of theatres thereby once again severely impacting operations and profitability of UMIL.

ICRA notes that the company has undertaken several cost rationalisation measures which will help to reduce the cash outflows over the near term however adequate ramp up in revenues will remain critical for improvement in the overall credit profile.

Request you to kindly take the same on your record.

Thanking you.

Yours faithfully,
For **UFO Moviez India Limited**

Kavita Thadeshwar
Company Secretary